

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF WEST SHELBY WATER DISTRICT)	2006-00151

O R D E R

On April 5, 2006, West Shelby Water District ("West Shelby") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. West Shelby purchases water from the Louisville Water Company ("Louisville Water") and Shelbyville Municipal Water and Sewer Commission.
2. Louisville Water notified West Shelby that, effective May 1, 2006, Louisville Water's wholesale water rate to West Shelby would increase from \$1.56 per 1,000 gallons, with a monthly surcharge of \$240.35, to \$1.63 per 1,000 gallons, with a monthly surcharge of \$252.23.
3. During the 12 months ending March 31, 2006, West Shelby purchased 200,510,000 gallons of water from Louisville Water and sold 255,047,900 gallons. The increase in the cost of purchased water is \$14,178, resulting in a purchased water adjustment of \$0.06 per 1,000 gallons.
4. The purchased water adjustment of \$0.06 per 1,000 gallons is fair, just, and reasonable and should be approved.

5. West Shelby misapplied the purchased water adjustment to the minimum bills in its proposed rate schedule.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.06 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after May 1, 2006.

2. Within 20 days of the date of this Order, West Shelby shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 28th day of April, 2006.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00151 DATED April 28, 2006

The following rates and charges are prescribed for the customers in the area served by West Shelby Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" Meter:

First	2,500 gallons	\$13.53 Minimum Bill
Next	7,500 gallons	4.78 per 1,000 gallons
Next	20,000 gallons	4.15 per 1,000 gallons
Next	200,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons

3/4" Meter:

First	3,500 gallons	\$18.30 Minimum Bill
Next	6,500 gallons	4.78 per 1,000 gallons
Next	20,000 gallons	4.15 per 1,000 gallons
Next	200,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons

1" Meter:

First	5,000 gallons	\$25.46 Minimum Bill
Next	5,000 gallons	4.78 per 1,000 gallons
Next	20,000 gallons	4.15 per 1,000 gallons
Next	200,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons

1 1/2" Meter:

First	10,000 gallons	\$49.35 Minimum Bill
Next	20,000 gallons	4.15 per 1,000 gallons
Next	200,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons

2" Meter:

First	16,000 gallons	\$74.24 Minimum Bill
Next	14,000 gallons	4.15 per 1,000 gallons
Next	200,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons

3" Meter:

First	30,000 gallons	\$132.31 Minimum Bill
Next	200,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons

4" Meter:

First	50,000 gallons	\$205.27 Minimum Bill
Next	180,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons

6" Meter:

First	100,000 gallons	\$387.67 Minimum Bill
Next	130,000 gallons	3.65 per 1,000 gallons
Over	230,000 gallons	3.29 per 1,000 gallons